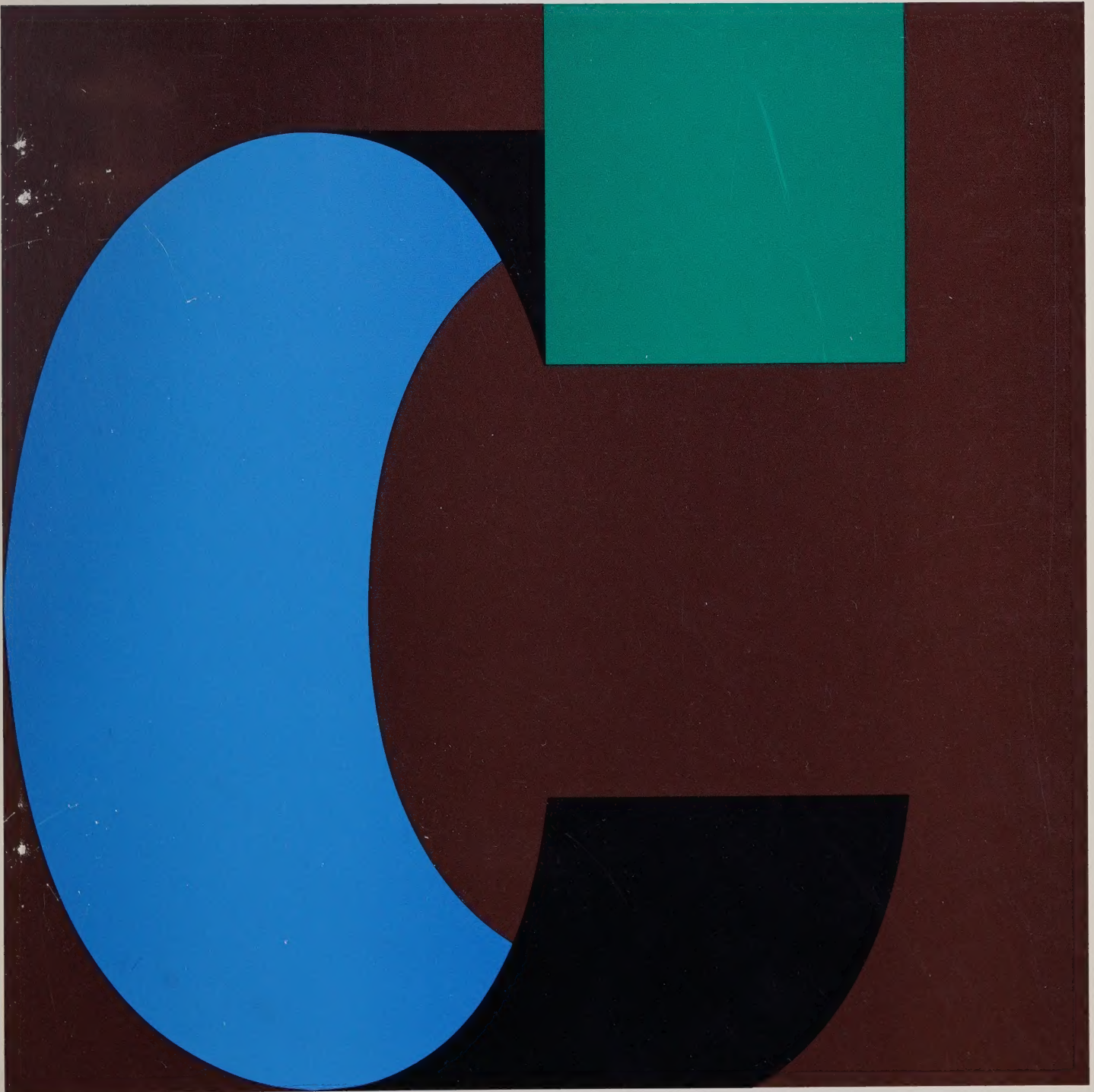



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Cucamonga County Water District,  
Improvement District 5  
San Bernardino County, California  
\$6,000,000 Waterworks Bonds,  
Election 1975, Series 2  
General Obligations



Sale: September 27, 1978  
Bartle Wells Associates



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**NEW ISSUE****Sale Date:****September 27, 1978**

**Cucamonga County Water District,  
Improvement District 5  
San Bernardino County, California  
\$6,000,000 Waterworks Bonds, Election 1975, Series 2  
General Obligations**

The bonds described in the Official Statement are general obligations of Improvement District 5 of Cucamonga County Water District, a county water district of the State of California. Bond proceeds will be used for water system improvements. The district is empowered and obligated to levy ad valorem taxes annually on all taxable property within Improvement District 5, without limitation as to rate or amount, to secure payment of principal and interest on the bonds.

**BONDS DATED:** November 1, 1978**DENOMINATION:** \$5,000**DUE:** May 1, as shown below:**RATINGS:**

Moody's Investors Service, Inc. \_\_\_\_\_

Standard &amp; Poor's Corporation \_\_\_\_\_

Year	Amount	Rate	Yield or Price	Year	Amount	Rate	Yield or Price
1980.....	\$ 25,000			1990.....	\$350,000		
1981.....	50,000			1991.....	350,000		
1982.....	75,000			1992.....	400,000		
1983.....	100,000			1993.....	400,000		
1984.....	150,000			1994.....	400,000		
1985.....	200,000			1995.....	450,000		
1986.....	200,000			1996.....	450,000		
1987.....	250,000			1997.....	500,000		
1988.....	250,000			1998.....	550,000		
1989.....	300,000			1999.....	550,000		

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The bonds are coupon bonds, payable to bearer, registrable as to principal and interest only, with provisions for deregistration and reregistration. Principal is payable annually beginning May 1, 1980, and interest is payable November 1, 1979 and semiannually thereafter on May 1 and November 1, both at the Corporate Agency Division of the Bank of America, National Trust and Savings Association, Los Angeles, California.

Bonds maturing on or before May 1, 1987 (bonds numbered 1-210) are not callable prior to maturity. Bonds maturing on or after May 1, 1988 (bonds numbered 211-1200) are callable pursuant to the terms of the Official Notice Inviting Bids, including payment of a premium.

The district is offering these bonds for delivery, when, as, and if issued, subject to the approving legal opinion of O'Melveny & Myers, Bond Counsel, Los Angeles, California, as to the validity of the bonds. In the opinion of bond counsel, interest on these bonds is exempt from federal and California state income taxes under existing statutes, regulations, and court decisions.

Terms and conditions of the offering are fully set forth in the Official Notice Inviting Bids dated September 14, 1978. Bids will be received on Wednesday, September 27, 1978 at the offices of O'Melveny & Myers, 611 West Sixth Street, Los Angeles, California up to 11:00 a.m. Pacific time. Bids will not be accepted at less than par. Following acceptance of a bid, information on bond coupon rates, reoffering prices, and bond ratings will be imprinted in the spaces provided on this page.

This page supplements the accompanying Official Statement dated September 14, 1978.

# CONTENTS

INTRODUCTION .....	1
THE BONDS .....	2
Sale of the Bonds .....	3
Closing Papers .....	3
THE PROJECT .....	4
Water Supply .....	4
Wastewater .....	5
DISTRICT ORGANIZATION AND FINANCES. ....	7
Formation and Organization .....	7
Financial Statements .....	7
Water and Sewer Service .....	11
Recent Constitutional Amendment .....	11
Assessed Valuation .....	12
Tax Levies and Delinquencies .....	13
Tax Rates .....	13
District Debt Limits .....	14
Outstanding Debt .....	14
Litigation .....	14
Pension Obligations .....	15
Insurance .....	15
Environmental Protection Legislation .....	15
Direct and Overlapping Debt .....	16
DISTRICT ECONOMY .....	17
Location .....	17
Population and Income .....	17
Employment .....	17
Industry .....	18
Major Employers .....	18
Building Activity .....	21
Utilities .....	21
Transportation .....	21
Agriculture .....	23
Community Facilities .....	23
EXHIBIT A: Jarvis-Gann Initiative .....	24



# OFFICIAL STATEMENT OF CUCAMONGA COUNTY WATER DISTRICT IMPROVEMENT DISTRICT 5

San Bernardino County, California

Organized March 1955

9641 San Bernardino Road  
Cucamonga, California

## BOARD OF DIRECTORS

Frank Lesinsky, *President*

Arthur H. Bridge, *Vice President*

Robert Nesbit

Galer Royer

Charles T. Vath

Lloyd W. Michael, *Secretary-General Manager*

## PROFESSIONAL SERVICES

Bartle Wells Associates, San Francisco, *Financing Consultant*

Bank of America, N. T. & S. A., *Paying Agent*

Thrall, Lavanty & Baseel, Upland, *Auditors*

Surr and Hellyer, San Bernardino, *Legal Counsel*

Best, Best, & Krieger, Riverside, *Legal Counsel*

O'Melveny & Myers, Los Angeles, *Bond Counsel*

This Official Statement provides information about the issuer and its bonds. The Official Statement includes:

1. Data supplied by the issuer and by others, as indicated herein;
2. Estimates or projections which may or may not be realized and which should not be construed as assertions of fact; and
3. Summaries and descriptions of legal and financial documents, or their contents, which do not purport to describe such documents completely and which are made expressly subject to the full provisions of the documents cited.

The Official Statement does not constitute a recommendation, express or implied, to purchase or not to purchase these bonds or any other previous bonds of the issuer.

The date of this Official Statement is September 14, 1978.

Prepared on behalf of the issuer by

BARTLE WELLS ASSOCIATES

Municipal Financing Consultants

100 Bush Street, San Francisco, CA 94104

(415) 981-5751



Cucamonga County Water District covers 46 square miles in southwestern San Bernardino County, about 41 miles east of Los Angeles.



# INTRODUCTION

*Issuer:* Cucamonga County Water District (CCWD) is located in San Bernardino County, California. The district is bounded on the west by the City of Upland, on the south by the City of Ontario, on the east by the City of Fontana, and on the north by the foothills of the San Gabriel Mountains. The district is a county water district, formed under Division 12 of the California Water Code. The bonds being offered are bonds of Improvement District 5 of Cucamonga County Water District. Improvement District 5 includes all of CCWD except for small incorporated areas of Ontario and Upland, and in 1977/78 accounted for 91 percent of CCWD's assessed valuation.

*Purpose:* Bond proceeds will be used for water system improvements. The improvements to be constructed include a water treatment plant, several reservoirs, transmission lines, and a pump station. Bond proceeds will also be used to refurbish three existing wells.

*Security:* The bonds are general obligations of Improvement District 5 of Cucamonga County Water District. The district is empowered and obligated to levy ad valorem taxes upon all taxable property in Improvement District 5, without limitation as to rate or amount, for payment of principal and interest on the bonds.

*Limitations:* An initiative constitutional amendment limiting property taxes, commonly known as the Jarvis-Gann Amendment, was adopted by California voters on June 6, 1978. The initiative limits ad valorem taxes to

1 percent of full cash value, except to pay indebtedness previously authorized by the voters.

Cucamonga County Water District uses property taxes for bond service only. All other expenses are paid from water and sewer revenues. The limitations in the Jarvis-Gann Amendment do not apply to the district's outstanding general obligation bonds, including the bonds currently being offered.

*Economic Factors:* CCWD is located in a rapidly-growing area. Most of the district is in the City of Rancho Cucamonga, incorporated in November 1977. The city estimates that in 1977/78 building permits valued at \$153.5 million were issued for the area now within its city limits.

The district is in the Riverside-San Bernardino-Ontario Standard Metropolitan Statistical Area, which includes all of Riverside and San Bernardino Counties. Total employment in the SMSA in June 1978 was 415,600, according to the California Employment Development Department. The largest employers within CCWD include Ameron Steel and Wire Division, National Can Company, Frito-Lay, Inc., and Safetrans Systems Corporation. Kaiser Steel, the SMSA's largest employer, with about 8,000 employees, is contiguous to the district's eastern border.

*This introduction is not a summary of the Official Statement. Information presented in this section is treated more completely elsewhere in this Official Statement, which should be read in its entirety.*

## THE BONDS

\$6,000,000 Cucamonga County Water District, Improvement District 5, Election 1975 Series 2 (General Obligation).

*Date:* November 1, 1978

*Denomination:* \$5,000

*Estimated Annual Bond Service:*

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**CUCAMONGA COUNTY WATER DISTRICT,  
IMPROVEMENT DISTRICT 5  
ESTIMATED ANNUAL BOND SERVICE  
\$6,000,000 WATERWORKS BONDS, ELECTION 1975,  
SERIES 2**

Fiscal Year	Interest 6½%	Principal	Total
1979/80.....	\$ 585,000*	\$ 25,000	\$ 610,000
1980/81.....	388,375	50,000	438,375
1981/82.....	385,125	75,000	460,125
1982/83.....	380,250	100,000	480,250
1983/84.....	373,750	150,000	523,750
1984/85.....	364,000	200,000	564,000
1985/86.....	351,000	200,000	551,000
1986/87.....	338,000	250,000	588,000
1987/88.....	321,750	250,000	571,750
1988/89.....	305,500	300,000	605,500
1989/90.....	286,000	350,000	636,000
1990/91.....	263,250	350,000	613,250
1991/92.....	240,500	400,000	640,500
1992/93.....	214,500	400,000	614,500
1993/94.....	188,500	400,000	588,500
1994/95.....	162,500	450,000	612,500
1995/96.....	133,250	450,000	583,250
1996/97.....	104,000	500,000	604,000
1997/98.....	71,500	550,000	621,500
1998/99.....	35,750	550,000	585,750
Total .....	\$5,492,500	\$6,000,000	\$11,492,500

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\* Annual interest payment on October 1, 1979 estimated at \$390,000.  
Semiannual interest payment on April 1, 1980 estimated at \$195,000.

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*Interest:* Coupons payable on November 1, 1979, and semiannually thereafter on May 1 and November 1.

*Redemption:* Bonds maturing on or before November 1, 1987 are not callable. Bonds maturing on or after November 1, 1988 are callable as a whole or in part, in inverse order of maturity and by lot within each maturity, on November 1, 1987 or on any interest payment date thereafter, upon payment of a redemption price equal to the principal amount together with accrued interest to the date of redemption plus a premium of ¼ of 1 percent for each year or portion of a year from the date of redemption to the date of maturity.

The resolution provides for at least thirty days' notice of such call and redemption prior to maturity to be pub-



lished in a financial newspaper or journal of national circulation published in New York, New York or Los Angeles, California, and for the mailing of such notice to the owners of registered bonds.

*Registration:* The bonds are being issued as coupon bonds, registrable only as to both principal and interest. Any bond may be discharged from registration at the office of the secretary of the district. Upon discharge from registration, the secretary may cause a new bond to be issued. The cost of such issuance will be charged to the owner of the bond being discharged from registration.

*Security:* The bonds are general obligation bonds, payable from taxes levied within Improvement District 5 or other available revenues. The bonds qualify under Section 1(b) of the Jarvis-Gann Initiative as "indebtedness approved by the voters prior to the time [Section 1 became] effective." Consequently, the board of directors of the district has the power and is obligated to levy, without limitation as to rate or amount, annual ad valorem taxes for the payment of principal and interest on the Bonds on all taxable property in Improvement District 5.

*Legality for Investment:* The bonds are legal investments for commercial banks and are eligible to secure deposits of public moneys in California.

*Payment:* Payable at the Corporate Agency Division of Bank of America, National Trust and Savings Association in Los Angeles, California.

*Tax Status:* In the opinion of bond counsel, interest is exempt from present federal income taxes and from California personal income taxes under existing statutes, regulations, and court decisions.

*Authority for Issuance:* \$8,000,000 general obligation bonds were authorized at an election held within Improvement District 5 on May 27, 1975. Series 2 bonds are issued pursuant to a resolution of issuance to be adopted by the district board of directors.

*Purpose:* The bonds will be used to finance water system improvements.

*Additional Bonds:* The district has no further bonds authorized.

## SALE OF THE BONDS

The initial offering of these bonds is made in accordance with the Official Notice Inviting Bids dated September 14, 1978. Matters discussed in this section are expressly subject to the terms and conditions of said Official Notice, to which reference should be made for further detail.

## CLOSING PAPERS

The successful bidder will be furnished, at the time the bonds are delivered, with the following closing papers, each dated the date of such delivery:

(a) Legal Opinion—The opinion of O'Melveny & Myers of Los Angeles, California, as bond counsel for

the district, approving the validity of the bonds and stating that interest on the bonds is exempt from income taxes of the United States of America under present Federal income tax laws, and that such interest is also exempt from personal income taxes of the State of California under present state income tax laws. A copy of said opinion of O'Melveny & Myers, certified by an officer of the district by facsimile signature, will be printed on the back of each bond. No charge will be made to the successful bidder for such printing or certification.

The statements of law and legal conclusion set forth in this Official Statement under the heading "The Bonds" and "Recent Constitutional Amendment" have been reviewed by bond counsel. Bond counsel's employment is limited to a review of the legal procedures required for issuance of the bonds and to the rendering of an opinion as to the validity of the bonds and the exemption of interest on the bonds from income taxation. The opinion of bond counsel will not consider or extend to any documents which bond counsel did not prepare or review or to any agreements, representations, offering circulars, or other material of any kind concerning the bonds not mentioned in this paragraph.

(b) Non-Arbitrage Certificate—The certificate of the district that, on the basis of the facts, estimates and circumstances in existence on the date of issue, it is not expected that the proceeds of the bonds would be used in any manner that would cause the bonds to be arbitrage bonds.

(c) No-Litigation Certificate—The certificate of the district and its attorney, acting on behalf of the district solely in such persons' official, and not personal, capacities, to the effect that there is no litigation threatened or pending restraining or enjoining the issuance or delivery of the bonds or in any manner questioning the proceedings or authority under which the bonds are issued or affecting the validity of the bonds.

(d) Certificate re Official Statement—The certificate of an appropriate district official, acting on behalf of the district solely in such person's official, and not personal, capacity, to the effect that at the time of the sale of the bonds and at all times subsequent thereto up to and including the time of delivery of the bonds to the initial purchasers thereof, the Official Statement of the district pertaining to the bonds did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

(e) Signature Certificate—The certificate of an appropriate district official stating that the officers of the district who signed the bonds were respectively duly authorized to execute the same.

(f) Cross-Receipt—The receipt of the district showing that the purchase price of the bonds, including accrued interest to the date of delivery, has been received by the district.



Bond proceeds will be used to finance capital improvements contained in the district's master plan. The district's original master plan, prepared by James M. Montgomery, Consulting Engineers, Inc., Pasadena, California, was adopted in 1957. In 1974 the district adopted an updated master plan and improvement district plans to serve an expanded area, also prepared by James M. Montgomery.

The master plan outlines water system improvements and recommended water management programs. It includes an estimate of the capital costs to support a population of 89,000 and industry by the year 2020.

Proceeds of the \$2,000,000 Improvement District 5 Series 1 bonds, sold in 1976, were used to finance Phase

I of the master plan facilities. The current bond issue will be used for additional master plan facilities. Environmental impact reports or negative declarations have been prepared for the projects shown in the accompanying table.

Total cost of the projects shown exceeds \$6,000,000. The largest project is a 4.5 million gallon per day (MGD) water treatment plant to enable the district to use gravity flow water from Day and East Etiwanda Canyons, and to provide the district with the ability to take water from the state water project through the Metropolitan Water District of Southern California, if necessary. Construction bids for the treatment plant were received July 25, 1978; the low bid was \$2.7 million. The plant will require an 18 month construction period, and should be operable in the spring of 1980. Engineering and design work is being performed by James M. Montgomery, Consulting Engineers, Inc. Additional Series 2 bond proceeds will be spent for the construction of reservoir 1B. Construction costs for this reservoir are estimated at \$1 million. The remaining bond proceeds will be spent on the other projects listed.

Each proposed improvement will supplement the water system already in existence and will augment existing storage or distribution facilities. Each of the proposed projects, except a transmission line between two reservoirs, is independent and does not require the completion of any other project for its implementation.

### WATER SUPPLY

Cucamonga County Water District (CCWD) currently draws approximately 15,000 acre feet annually of groundwater from both Cucamonga and Chino Basins. The source of water is the natural rainfall which averages 15 inches per year in the water district. Although groundwater has historically been the district's primary source of water, the district also has rights to appropriate water originating in Cucamonga, Deer, Day, and East Etiwanda Canyons. The water district has rights to appropriate 20,312 acre feet of groundwater annually in both basins.

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### CUCAMONGA COUNTY WATER DISTRICT SERIES 2 BOND PROJECTS

Construction of 4.5 MGD water treatment plant

Reservoir construction:

Reservoir 1-B, 6.0 MG

Reservoir 3-C, 2.5 MG

Reservoir 4-C, 1 MG

Reservoir 5-A, 2.5 MG

Reservoir 5-2, 1 MG

Reservoir 6-2, 1 MG

Construct pump station 3-C

Install transmission lines:

Connecting line between Reservoirs 3 and 3-A,  
3,100 feet of 24-inch line

Deer Canyon, 11,000 feet

Hanley Avenue, 1,400 feet of 16-inch line and  
7,850 feet of 18-inch line

Refurbish existing wells:

Well No. 19

Well No. 20

Rochester (Masi) Well

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CCWD also lies within the Chino Basin Municipal Water District, which is a member agency of the Metropolitan Water District of Southern California. The Chino Basin Municipal Water District can supply supplemental water at a maximum rate of 8,500 gallons per minute from the Colorado River, through the Metropolitan District's aqueducts. The Cucamonga County Water District does not now utilize this water under normal conditions, nor does the district management foresee utilizing this water before 1990. Management of CCWD is of the opinion that any increase in the cost of water purchased from the Chino Basin Municipal Water District will not have a material impact upon the financial condition of CCWD.

## WASTEWATER

Chino Basin Municipal Water District (CBMWD) is the regional wastewater agency within the area of its jurisdiction, a region covering most of the Chino Groundwater Basin. Improvement District "C" of CBMWD provides transmission, treatment, reclamation, and disposal services to local collection agencies. Services are presently being provided to CBMWD's Improvement District "B" (Los Serranos), Cucamonga

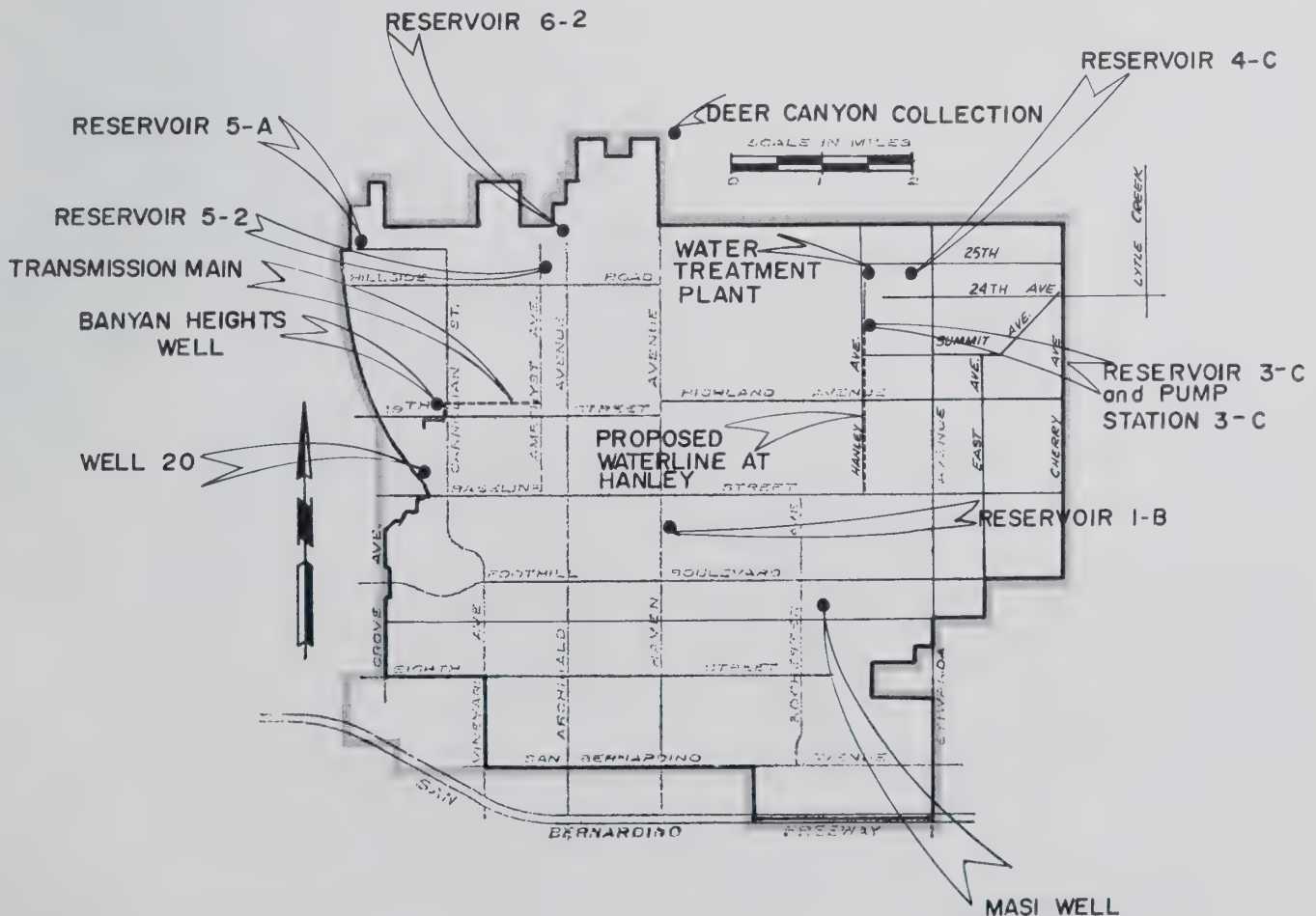
County Water District, the Cities of Fontana, Ontario, Upland, Chino, and Montclair, San Bernardino County and the State of California.

Improvement District "C" owns and operates interceptors and treatment facilities. The agencies it serves own and operate their own local collection systems. Upon delivery of their wastes to the regional system, all agencies have the right to reclaimed water in an amount equal to that which they deliver to the system.

Each contracting agency pays a service charge to Chino Basin Municipal Water District representing its pro rata share of annual audited operation costs. This pro rata share is based on metered flow. Each contracting agency is responsible for billing its individual users.

A building moratorium was imposed on the area in December 1976 because of lack of treatment capacity. The agencies entered into a growth management program to allocate the existing plant capacity. CCWD and the Cities of Upland and Ontario are entering into a contract to finance a 1.5 MGD package treatment plant to provide sewerage capacity until completion of a 10 MGD expansion to CBMWD's treatment plant. This expansion is currently underway, and is scheduled for completion in 1980/81.

Series 2 bond projects are shown on the map below. The shaded line outlines the boundaries of Cucamonga Water District; the solid line outlines Improvement District 5.





*Top:* Philips Industries, Inc., located in the district in 1968 and now employs about 150 in the manufacture of doors, windows and axles for recreational vehicles and mobile homes.

*Left:* Ontario International Airport serves the Riverside-San Bernardino-Ontario metropolitan area and is the auxiliary airport when Los Angeles International is closed by weather.

*Below:* Chaffey College is a two-year community college located within the district.



*Above:* Schlosser Forge Company manufactures rolled rings. The company started operations eight years ago and now employs 120.

*Below:* Frito-Lay, Inc. manufactures snack foods at its plant in Cucamonga. Current employment is about 260, which will increase to about 450 when enlarged facilities are completed in 1979.





## DISTRICT ORGANIZATION AND FINANCES

### FORMATION AND ORGANIZATION

Cucamonga County Water District (CCWD) was organized in March 1955 under the provisions of the county water district law (Division 12 of the State of California Water Code) following an election within boundaries established by the San Bernardino County Board of Supervisors. The water district is governed by a five member board of directors elected at-large for staggered four year terms. Present members of the board of directors are:

Frank Lesinsky, *president*, has served on the board since 1970. He is a partner in a company which sells x-ray equipment and supplies. He retired as manager of the Otis Elevator Company plant in Cucamonga after 35 years with the company.

Arthur H. Bridge, *vice-president*, is a native of the water district and has served on the board since 1972. He manages his family's citrus operation which began in the early 1900's. He is past commander of the Ontario Air National Guard.

Robert Nesbit, *director*, has served on the board continuously since the district's formation. He has been a businessman and agriculturalist since 1919.

Galer Royer, *director*, is a member of the original water district board and has served continuously except for a two-year period. He is a retired engineer and was previously employed by Metropolitan Water District of Southern California in all phases of water development.

Charles T. Vath, *director*, has been a resident of the water district for over 20 years and has served on the board since 1964. He is a pharmacist and former owner of three drugstores.

Lloyd W. Michael serves as the district secretary and general manager. He has been a resident of the district

since 1947 and was appointed by the board as general manager in 1972. He has a background in construction, building materials, and citrus agriculture.

CCWD now occupies an area of approximately 30,000 acres within San Bernardino County. It is bounded on the west by the City of Upland, on the south by the City of Ontario, on the east by the City of Fontana, and on the north by the foothills of the San Gabriel Mountains. The district provides water and sewer service to an area which includes the City of Rancho Cucamonga, portions of the Cities of Fontana, Upland, and Ontario, and some unincorporated areas.

For its first five years of operations, the district concentrated on developing a water system. Capital facilities were financed by two general obligation bond issues approved by the voters in 1955 and 1957.

The district has five improvement districts. Improvement Districts 2, 3, 5, and 6 were created to improve water service in portions of the district. Sewer Improvement District 1963-1, formed in 1963, presently covers approximately 24 square miles of CCWD and provides sewer service to all principal residential portions and all the developed and undeveloped industrial areas.

The current bonds are being issued for Improvement District 5. This is the remaining authorization of \$8,000,000 general obligation bonds that were authorized on May 27, 1975. Improvement District 5 includes all of CCWD except for small incorporated areas of Upland and Ontario.

### FINANCIAL STATEMENTS

CCWD is audited annually in accordance with generally accepted accounting principles. Thrall, Lavanty & Baseel, An Accountancy Corporation, of Upland, California performs the audits. Copies of the district's audits

**CUCAMONGA COUNTY WATER DISTRICT  
WATER GENERAL FUND REVENUE AND EXPENSES**

	1972/73	1973/74	1974/75	1975/76	1976/77	Estimated 1977/78	Preliminary Budget 1978/79
<b>REVENUES</b>							
Water sales .....	\$518,076	\$587,512	\$676,114	\$ 952,144	\$1,042,721	\$1,242,801	\$1,427,654
Water services .....	7,042	9,041	16,127	30,791	39,416	64,939	37,450
Connection and annexation fees.....	13,628	10,476	21,376	29,024	201,916	213,352	90,000
Interest .....	22,881	20,909	11,092	14,131	31,055	22,290	5,102
Other revenue .....	23,622	34,912	22,994	30,997	115,809	451,981 <sup>①</sup>	147,785 <sup>②</sup>
Total Revenue .....	\$585,249	\$662,850	\$747,703	\$1,057,087	\$1,430,917	\$1,995,363	\$1,707,991
<b>EXPENSES</b>							
Source of supply and treatment.....	\$ 22,215	\$ 11,521	\$ 26,902	\$ 22,095	\$ 59,538	\$ 185,608 <sup>②</sup>	\$ 59,396
Pumping operations.....	186,722	278,906	311,147	426,247	445,397	461,515	486,355
Transmission and distribution.....	59,557	73,439	69,504	68,431	107,429	190,445	150,477
Customer accounts .....	29,197	38,282	41,813	52,536	79,607	83,970	101,741
General and administrative.....	129,526	138,527	172,001	225,792	257,386	480,886	469,638
Depreciation and amortization.....	99,991	102,795	107,180	113,918	143,691	—	—
Other .....	3,720	3,399	6,878	11,108	11,071	10,629	14,914
Contingency .....	—	—	—	—	—	—	63,716
Totals .....	\$530,928	\$646,869	\$735,424	\$ 920,127	\$1,104,119	\$1,413,053	\$1,346,237

① Includes revenue from meter installation, \$325,000 in 1977/78 and \$50,000 in 1978/79, and aid in construction and administration, \$90,500 in 1977/78 and \$81,000 in 1978/79.

② Includes \$50,000 in materials and supplies and \$65,471 in outside contracts.

Source: This table has been developed by Bartle Wells Associates from financial reports of the issuer audited by Thrall, Lavanty & Baseel, an accountancy corporation, of Upland, California. Complete copies of audited financial statements are available from the issuer upon request. Information for 1977/78 and 1978/79 is based on the district's 1978/79 preliminary budget.

**CUCAMONGA COUNTY WATER DISTRICT  
WATER DEBT SERVICE FUNDS**

	1972/73	1973/74	1974/75	1975/76	1976/77	Estimated 1977/78	Preliminary Budget 1978/79
Fund Balance, July 1.....	\$125,618	\$169,511	\$251,484	\$334,797	\$411,082	\$597,924	\$697,192
<b>REVENUE</b>							
Taxes and assessments .....	\$282,990	\$294,473	\$330,136	\$370,969	\$525,216	\$561,033	\$585,293
Interest .....	96,347	121,139	103,726	49,851	127,207	38,245	78,586
Total .....	\$379,337	\$415,612	\$433,862	\$420,820	\$652,423	\$599,278	\$663,879
<b>EXPENSES</b>							
Interest .....	\$188,107	\$181,988	\$175,498	\$168,074	\$282,509	\$277,860	\$267,205
Principal .....	146,000	151,000	173,000	173,000	178,000	218,000	210,000
Other charges .....	1,338	651	2,051	3,461	5,072	4,150	4,200
Total .....	\$335,445	\$333,639	\$350,549	\$344,535	\$465,581	\$500,010	\$481,405
Fund Balance, June 30.....	\$169,511	\$251,484	\$334,797	\$411,082	\$597,924	\$697,192	\$879,666

Source: This table has been developed by Bartle Wells Associates from financial reports of the issuer audited by Thrall, Lavanty & Baseel, an accountancy corporation, of Upland, California. Complete copies of audited financial statements are available from the issuer upon request. Information for 1977/78 and 1978/79 is based on the district's 1978/79 preliminary budget.



are available upon request from the general manager of the Cucamonga Water District. The auditor's opinion states that the financial statements fairly represent the district's financial position, in accordance with generally accepted accounting principles.

Tables in this section have been prepared from CCWD's audits and budgets for the water general fund and water debt service funds. The district maintains separate accounting for water and sewer operations.

The opposite table summarizes revenues and expenses of the water general fund. Water sales is the primary

source of revenue and provides about 90 percent of the revenue in most years. The district has been a high growth area in recent years; the growth in connections is reflected in the district's revenue from connection charges and meter installations. Connection charge revenue increased from \$29,024 in 1975/76 to \$201,911 in 1976/77, with no increase in the connection charge. The largest expenses are for pumping and general and administrative expense. The increase in pumping costs reflects rising costs of power as well as larger volume of water necessary to serve the increasing number of customers.

# **CUCAMONGA COUNTY WATER DISTRICT WATER GENERAL FUND STATEMENT OF CHANGES IN FUND BALANCE**

	June 30, 1976	June 30, 1977
<b>INVESTMENT IN UTILITY PLANT</b>		
District's investment, July 1.....	\$2,359,836	\$2,497,225
Plus: Reduction of long-term debt.....	158,000	173,000
Equity transfer from Water Bond Building Fund.....	40,000	—
Appropriation of Water General Fund working capital.....	70,253	403,349
Less: Depreciation .....	(113,918)	(143,691)
Utility plant transferred to Sewer Fund.....	( 10,000)	( 37,838)
Utility plant sold .....	( 6,946)	( 41,298)
Fund Balance, June 30.....	\$2,497,225	\$2,850,737
<b>Contributed investment, July 1.....</b>		
Plus: Utility plant contributed .....	\$2,172,254	\$3,209,981
Equity transfer from Improvement District 3.....	1,089,321	2,540,911
	7,381	—
Less: Depreciation .....	( 58,975)	( 81,812)
Fund Balance, June 30 .....	\$3,209,981	\$5,669,080
<b>INVESTMENT IN LONG-TERM ASSETS</b>		
Fund balance, July 1.....	\$ 6,722	\$ 6,852
Plus: Appropriation from Water General Fund.....	130	—
Long-term portion of note receivable.....	—	10,000
Less: Return of investment in long-term asset.....	—	( 519)
Fund Balance, June 30.....	\$ 6,852	\$ 16,333
<b>UNAPPROPRIATED FUND</b>		
Fund balance, July 1.....	\$ 147,926	\$ 345,367
Plus: Net income.....	136,960	326,798
Utility plant transfer to Sewer Fund.....	10,000	37,848
Cost of utility plant sold.....	6,946	41,298
Return of investment in long-term asset.....	—	519
Depreciation .....	113,918	143,691
Less: Appropriated to utility plant investment.....	( 70,253)	(403,349)
Appropriated to investment in long-term assets.....	( 130)	—
Long-term portion of note receivable.....	—	( 10,000)
Unappropriated Fund Balance, June 30.....	\$ 345,367	\$ 482,172

Source: This table has been developed by Bartle Wells Associates from financial reports of the issuer audited by Thrall, Lavanty & Baseel, an accountancy corporation, of Upland, California. Complete copies of audited financial statements are available from the issuer upon request. Information for 1977/78 and 1978/79 is based on the district's 1978/79 preliminary budget.

Other tables in this section include a water general fund balance sheet for June 30, 1976 and June 30, 1977, and a statement of changes in fund balance for the same two dates. The district's utility plant had a total value of \$9,038,592 on June 30, 1976 and \$11,724,920 on June 30, 1977. The unappropriated fund balances as of the same two dates were \$345,367 and \$482,172, respectively. The table entitled "Water Debt Service Funds" includes the funds for district-wide general obligation bonds, Improvement District 2, and Improvement District 5. CCWD levies ad valorem taxes for debt service on general obligation bonds of the entire district and Improvement District 5, and acreage assessments for Improvement District 2 debt service. The district intends to use ad valorem taxes for all bond service on bonds currently being issued.

The table below shows revenues, expenses, and fund balances for the Improvement District 5 water bond building fund. The beginning fund balance for 1977/78 represents the remaining Series 1 bond proceeds, and the 1977/78 capital outlay reflects expenditures from that bond issue. The 1978/79 amounts include the sales of Series 2 bonds and anticipated capital outlays from the new issue.

#### CUCAMONGA COUNTY WATER DISTRICT IMPROVEMENT DISTRICT 5 WATER BOND BUILDING FUND

	Estimate 1977/78	Proposed Budget 1978/79
Fund Balance, July 1 .....	\$1,423,178	\$ 119,951
Sale of Series 2 bonds .....	—	6,000,000
Operating Revenue		
Interest .....	50,366	10,647
Total Available .....	\$1,473,544	\$6,130,598
Operating Expenses		
Transfer to General Fund .....	\$ 3,000	\$ 3,000
Transfer to Debt Service Funds .....	50,366	10,647
Capital Outlay		
Intangible plant .....	\$ 69,501	\$ 111,900
Land .....	36,065	90,700
Source of supply .....	69,631	319,504
Water treatment plant .....	—	1,365,741
Transmission and distribution .....	—	893,719
Work in progress .....	1,125,000	—
Total .....	\$1,300,227	\$2,781,564
Total Expenditures .....	\$1,353,593	\$2,795,211
Fund Balance, June 30 .....	\$ 119,951	\$3,335,387

Source: This table has been developed by Bartle Wells Associates from the district's 1978/79 preliminary budget.

#### CUCAMONGA COUNTY WATER DISTRICT WATER GENERAL FUND BALANCE SHEET

	June 30, 1976	June 30, 1977
<b>Assets</b>		
<b>UTILITY PLANT</b>		
District's investment .....	\$7,283,049	\$ 7,496,910
Contributed investment .....	3,504,095	6,052,418
Less accumulated depreciation .....	(1,790,530)	(2,016,033)
Utility plant in progress .....	41,978	191,625
Total Utility Plant .....	\$9,038,592	\$11,724,920
Long-term investment .....	\$ 6,852	\$ 6,333
Note receivable, less current portion .....	—	10,000
<b>CURRENT ASSETS</b>		
Cash .....	248,467	\$ 111,345
Time certificates of deposit .....	—	50,000
Deposits .....	—	5,510
Cash in local agency funds .....	—	462,500
Note receivable, current portion .....	—	6,275
Accounts receivable, less allow- ance for doubtful accounts .....	127,671	252,252
Bonds held for investment .....	10,369	10,369
Accrued interest on deposits .....	3,631	5,986
Inventory .....	155,880	107,422
Total .....	\$ 546,018	\$ 1,011,659
Deferred charges .....	6,943	6,943
Total Assets .....	\$9,598,405	\$12,759,855
<b>Liabilities and Fund Balance</b>		
Long-term debt: transfers from debt service funds .....	\$3,331,386	\$ 3,205,103
<b>CURRENT LIABILITIES</b>		
Cash in checking—overdraft .....	1,509	—
Accounts payable .....	42,747	73,005
Accrued wages .....	13,415	—
Customer deposits .....	73,734	118,740
Accrued payroll taxes and insurance .....	1,777	6,256
Total .....	\$ 133,182	\$ 198,001
Deferred credits—deposits .....	\$ 74,412	\$ 338,429
<b>FUND BALANCE</b>		
Investments:		
Utility plant:		
District's investment .....	2,497,225	2,850,737
Contributed investment .....	3,209,981	5,669,080
Long-term assets—district's investment .....	6,852	16,333
Unappropriated .....	345,367	482,172
Total .....	\$6,059,425	\$ 9,018,322
Total Liabilities and Fund Balance .....	\$9,598,405	\$12,759,855

Source: This table has been developed by Bartle Wells Associates from financial reports of the issuer audited by Thrall, Lavanty & Baseel, an accountancy corporation, of Upland, California. Complete copies of audited financial statements are available from the issuer upon request. Information for 1977/78 and 1978/79 is based on the district's 1978/79 preliminary budget.



## WATER AND SEWER SERVICE

CCWD provides both water and sewer service within its area. The following table summarizes the number of active water, sewer, and irrigation accounts.

Rates for water service are fixed by resolution of the board of directors. Resolution No. 1978-23-E adopted June 7, 1978 fixes the present rates, rules and regulations for water service. Domestic water service charges are billed bi-monthly and are based on metered flow. The lower table summarizes the present water rates for metered service.

### CUCAMONGA COUNTY WATER DISTRICT ACTIVE SERVICE ACCOUNTS

Date	Total Water Meter Accounts	Total Sewer Accounts	Total Irrigation Accounts
June 1969.....	4,451	2,170	82
June 1970.....	4,667	2,488	87
June 1971.....	5,113	2,823	95
June 1972.....	5,428	3,327	92
June 1973.....	5,625	3,542	86
June 1974.....	6,029	4,044	79
June 1975.....	6,739	4,478	81
June 1976.....	7,642	5,334	170
June 1977.....	9,074	6,728	175
June 1978.....	12,115	9,151	170

Source: Cucamonga County Water District.

### CUCAMONGA COUNTY WATER DISTRICT DOMESTIC WATER SERVICE RATES

Meter Size	Water	Bi-monthly Minimum Rate*
5/8" x 3/4".....	800 cubic feet	\$ 4.00
3/4" x 3/4".....	800 cubic feet	4.00
1".....	800 cubic feet	6.00
1 1/2".....	800 cubic feet	8.00
2".....	800 cubic feet	10.00
3".....	800 cubic feet	12.00
4".....	800 cubic feet	15.00
6".....	800 cubic feet	19.00
8".....	800 cubic feet	24.00
10".....	800 cubic feet	30.00
12".....	800 cubic feet	34.00

\* Over 800 cubic feet, but less than 50,000 cubic feet, at \$0.22 per 100 cubic feet. Over 50,000 cubic feet at \$0.18 per 100 cubic feet.

Source: Ordinance 1978-23-E.

Improvement District 6 was annexed to the district in 1977. Voters in Improvement District 6 approved the annexation issue but rejected a general obligation bond measure to provide funds to upgrade their water service. In order to raise funds for system improvements, customers in Improvement District 6 pay a bi-monthly minimum rate of four times the rate for the remaining district, and \$0.44 per 100 cubic feet for all water used, which is twice the rate for the rest of CCWD.

## RECENT CONSTITUTIONAL AMENDMENT

Under State law all properties generally are assessed by the County Assessor at 25% of full cash value. California voters, on June 6, 1978, approved an amendment (commonly known as both Proposition 13 and the Jarvis-Gann Initiative) to the California Constitution. This amendment, which adds Article XIII A to the California Constitution, among other things, defines full cash value to mean "the County Assessor's valuation of real property as shown on the 1975-76 tax bill under 'full cash value', or thereafter, the appraised value of real property when purchased, newly constructed, or a change in ownership has occurred after the 1975 assessment period." This full cash value may be increased at a rate not to exceed 2% per year to account for inflation. The amendment further limits the amount of any ad valorem tax on real property to 1% of the full cash value, or 4% of the assessed value. See Exhibit A for the full text of the Jarvis-Gann Initiative.

The amendment is currently the subject of various lawsuits to challenge its constitutionality under both the State and Federal Constitutions, as well as to resolve differing interpretations and applications of its language and to harmonize it with other parts of the California Constitution. Accordingly, the exact effect of the amendment on CCWD cannot be determined at this time.

Assessed valuations in CCWD increased in 1978/79, in spite of the limitations imposed by the Jarvis-Gann Amendment. Improvement District 5's 1978/79 assessed valuation is \$215,106,330, an increase of 30 percent over 1977/78. Valuations for the entire water district increased 28 percent.

In the past, properties in San Bernardino County have been subject to taxation at varying rates by municipalities and special purpose districts. Each entity has set its budgeted expenses, and then determined, subject to certain legal limitations, the property tax rate which would need to be levied in order to raise sufficient funds. In fiscal year 1977/78 the typical tax rate in CCWD was \$11.53 per \$100 of assessed valuation. As a result of the amendment, the maximum tax rate is \$4 per \$100 of assessed valuation, plus such additional amount as is necessary to cover certain outstanding indebtedness.

The California legislature has adopted legislation apportioning the property tax among the County and the various municipalities and special districts contained

therein. Cucamonga County Water District levies taxes for general obligation bond service only. These taxes are not limited by this amendment, and their distribution is not affected.

#### ASSESSED VALUATION

The San Bernardino County Assessor determines the assessed valuation for all property within the county except utility property, which is assessed by the State Board of Equalization. State law requires that all property subject to general property taxation be assessed at 25 percent of full cash value. The State Board of Equalization reports that 1977/78 property in San Bernardino County was assessed at 24.7 percent of full cash value. Utility property is assessed at 25 percent of full cash value. Under California law, 50 percent of business inventory is exempt from taxation. Owner occupied dwelling units also have a current tax exemption of \$7,500 of their full cash value, which is equivalent to \$1,750 of assessed val-

uation. Revenues lost to taxing agencies due to such exemptions are fully reimbursed by state subvention.

The accompanying tables show the assessed valuation for the entire Cucamonga County Water District since 1973/74, assessed valuations and tax rates for the entire district and the improvement districts which levy taxes for bond service, and a detail of assessed valuation for Improvement District 5. The average annual compounded rate of increase in assessed valuation for the entire district was 20.9 percent for the years shown. The increase between 1976/77 and 1977/78 was 37 percent for the entire district, and 53 percent in Improvement District 5. Improvement District 5 accounts for 91 percent of the total assessed valuation of CCWD.

Assessed valuations in CCWD increased in 1978/79, in spite of the limitations imposed by the Jarvis-Gann Amendment. Improvement District 5's 1978/79 assessed valuation is \$215,106,330, an increase of 30 percent over 1977/78. Valuations for the entire water district increased 28 percent.

#### CUCAMONGA COUNTY WATER DISTRICT FIVE YEAR HISTORY OF ENTIRE WATER DISTRICT ASSESSED VALUATIONS

Fiscal Year	Net Secured Valuation	Net Utility Valuation	Net Unsecured Valuation	State Reimbursed Exemptions	Total Tax Base
1973/74.....	\$ 63,518,140	\$4,473,250	\$ 4,962,350	\$11,815,730	\$ 84,769,470
1974/75.....	69,810,940	5,045,780	6,795,670	14,657,730	96,310,120
1975/76.....	81,976,485	5,272,450	9,643,530	17,589,715	114,472,180
1976/77.....	98,982,680	5,912,260	9,855,875	17,856,105	132,606,920
1977/78.....	142,322,055	6,775,030	10,900,245	21,246,305	181,243,635
1978/79*.....	184,574,760	9,492,460	12,965,360	25,378,520	232,411,100

\* Net local secured valuation is tentative; all other 1978/79 figures are final.

Source: San Bernardino County Auditor-Controller.

#### CUCAMONGA COUNTY WATER DISTRICT FIVE YEAR SUMMARY OF ASSESSED VALUATIONS AND TAX RATES LEVIED BY THE DISTRICT

Fiscal Year	Entire District		Improvement District 1963-1		Improvement District 3		Improvement District 5	
	Assessed Valuation	Tax Rate <sup>①</sup>	Assessed Valuation	Tax Rate <sup>①</sup>	Assessed Valuation <sup>②</sup>	Tax Rate <sup>①</sup>	Assessed Valuation	Tax Rate <sup>①</sup>
1973/74.....	\$ 84,769,470	\$0.33	\$ 63,959,530	\$0.14	\$7,179,540	\$1.70	\$ —	\$ —
1974/75.....	96,310,120	0.33	73,894,410	0.14	7,204,460	1.70	—	—
1975/76.....	114,472,180	0.31	89,128,995	0.13	7,389,305	2.00	—	—
1976/77.....	132,606,920	0.27	91,697,680	0.09	7,962,950	2.00	107,887,315	0.14
1977/78.....	181,243,635	0.19	139,402,035	0.06	8,639,390	2.00	165,281,250	0.14

<sup>①</sup> Per \$100 assessed valuation.

<sup>②</sup> Land only.

Source: San Bernardino County Auditor-Controller.



**CUCAMONGA COUNTY WATER DISTRICT  
IMPROVEMENT DISTRICT 5  
ASSESSED VALUATIONS**

	Net Taxable Valuation	Reimbursable Exemptions	Total Tax Base
<b>1977/78</b>			
Local secured . . . .	\$130,000,995	\$15,326,495	\$145,327,490
Unsecured . . . . .	10,355,560	3,184,670	13,540,230
Utility . . . . .	6,413,530	—	6,413,530
Total . . . . .	\$146,770,085	\$18,511,165	\$165,281,250
<b>1978/79</b>			
Local secured . . . .	\$171,121,130	\$18,611,830	\$189,732,960
Unsecured . . . . .	12,388,830	3,885,880	16,274,710
Utility . . . . .	9,098,660	—	9,098,660
Total . . . . .	\$192,608,620	\$22,497,710	\$215,106,330

Source: San Bernardino County Auditor-Controller.

**TAX LEVIES AND DELINQUENCIES**

The following table shows secured tax levies and delinquencies for CCWD since 1974/75, and for Improvement District 5 since 1976/77. The table also includes the dollar amount and percent delinquent as of June 30 for each year.

In accordance with the California Revenue and Taxation Code the San Bernardino County Tax Collector collects secured tax levies for each fiscal year. One half of the tax levy is due November 1, and becomes delinquent December 10; the second installment is due February 1, and becomes delinquent April 10. A 6 percent penalty is added to any late installment. On June 30 delinquent properties are sold to the state.

**CUCAMONGA COUNTY WATER DISTRICT  
SECURED TAX LEVIES AND DELINQUENCIES**

Fiscal Year	Secured Taxes Levied	Taxes Collected	Delinquent June 30	
			Amount	Percent
Entire District				
1974/75.....	\$247,027	\$238,182	\$ 8,845	3.58%
1975/76.....	270,471	263,714	6,757	2.50
1976/77.....	283,216	275,589	7,627	2.69
1977/78.....	283,284	277,587	5,697	2.01
Improvement District 5				
1976/77.....	\$133,334	\$129,579	\$ 3,755	2.82%
1977/78.....	190,980	186,967	4,013	2.10

Source: San Bernardino County Auditor-Controller.

Property owners may redeem property upon payment of delinquent taxes and penalties. Properties sold to the state incur a redemption penalty of 1 percent of the tax due per month.

Properties may be redeemed under an installment plan by paying current taxes, plus 20 percent of delinquent taxes for 5 years. Interest accrues at ½ of 1 percent per month on the unpaid balance.

If no payments have been made on delinquent taxes at the end of five fiscal years, the property is deeded to the state. Such properties may thereafter be conveyed to the county tax collector as provided by law.

**TAX RATES**

The following table shows the combined 1977/78 tax rate in Code Area 6001, which is within Improvement District 5. As shown in the table, the combined tax rate in 1977/78 on all property was \$11.5269. Additional taxes levied on land only brought the total tax rate within Code Area 6001 to \$11.7689.

The Jarvis-Gann Amendment will limit the combined tax rate for all operating levies to \$4.00. The county auditor will distribute the proceeds of the \$4.00 tax rate to all taxing agencies in the county in proportion to each agency's previous share of the total county tax levy. The limitations of the Jarvis-Gann Amendment do not apply to tax levies for CCWD's outstanding general obligation bonds.

13

**CUCAMONGA COUNTY WATER DISTRICT  
TOTAL 1977/78 TAX RATES (per \$100 Assessed Valuation)  
Code Area 6001**

County of San Bernardino . . . . .	\$ 2.8356
Schools . . . . .	5.9194
Cucamonga County Water District (water bond) . .	0.1900
Cucamonga County Water District Improvement District 1963-1 (sewer bond) . . . . .	0.0600
Cucamonga County Water District Improvement District 5 (Series 1 bonds) . . . . .	0.1400
Foothill Fire Protection District . . . . .	0.8972
Flood Control District . . . . .	0.2971
Metropolitan Water District (Mid-Valley) . . . . .	0.1400
Chino Basin Municipal Water District . . . . .	0.7600
County Service Areas . . . . .	0.2876
All Property Total Rate . . . . .	\$11.5269
Chino Basin Water Conservation . . . . .	0.2145*
Soil Conservation . . . . .	0.0275*
Total All Rates . . . . .	\$11.7689

\* Land only.

Source: San Bernardino County Auditor-Controller.

**CUCAMONGA COUNTY WATER DISTRICT  
OUTSTANDING GENERAL OBLIGATION BONDS\***

Issue	Bond Sales		Principal Outstanding Sept. 20, 1978
	Amount	Date	
1955 Waterworks Bonds .....	\$1,200,000	11/55	\$ 400,000
1957 Waterworks Bonds, Series 2. ....	1,250,000	5/58	650,000
1957 Waterworks Bonds, Series 3. ....	450,000	3/61	239,000
1957 Waterworks Bonds, Series 4. ....	800,000	6/68	680,000
1957 Waterworks Bonds, Series 5. ....	1,020,000	4/72	950,000
Improvement District 2 Election 1957, Series 2. ....	200,000	4/72	170,000
Improvement District 1963-1 Sewer Bonds, Election 1963, Series A. ....	725,000	9/63	500,000
Improvement District 1963-1 Sewer Bonds, Election 1963, Series B. ....	725,000	9/65	605,000
Improvement District 5 Water Bonds, Election 1975, Series 1. ....	2,000,000	5/76	1,965,000
Improvement District 5 Water Bonds, Election 1975, Series 2. ....	6,000,000	9/78	6,000,000
<b>Total. ....</b>			<b>\$12,159,000</b>

\* All bond service is being paid from ad valorem tax revenues, except Improvement District 2 bond service which is paid from acreage standby charges.

**DISTRICT DEBT LIMITS**

A county water district may borrow money, incur indebtedness, and issue bonds or other evidence of indebtedness, and may refund or retire any indebtedness or lien against the district or its property. In the past the district could issue general obligation bonds if authorized by a two-thirds vote. The Jarvis-Gann Amendment does not allow for the future authorization of general obligation bonds by local agencies in California. A county water district may issue revenue bonds with a majority vote. The district also has statutory authorization to issue negotiable promissory notes, for purposes other than flood control, in an amount not to exceed 1 percent of the assessed valuation of the district and for a term of not more than 5 years.

**OUTSTANDING DEBT**

The accompanying tables summarize outstanding bonded debt of CCWD and its improvement districts. As shown, general obligation bonds are outstanding in the amount of \$12,159,000. These bonds have been issued by the district as a whole and by Improvement Districts 2, 1963-1, and 5. The \$6,000,000 to be sold September 20, 1978 is included in the table. The opposite table summarizes annual bond service on all general obligation bonds through fiscal year 2001/02, the final maturity on any outstanding bonds. The table includes actual debt service on all outstanding bonds plus estimated debt service on the \$6,000,000 Improvement District 5, Series 2 bonds being offered.

**LITIGATION**

The district is not a party to any legal proceedings the outcome of which could materially affect the district's

**CUCAMONGA COUNTY WATER DISTRICT  
COMBINED ANNUAL BOND SERVICE  
ALL GENERAL OBLIGATION BONDS**

Fiscal Year	Improvement District 5		All Other G.O. Bonds	Total G.O. Bond Service
	Actual Debt Service, Series 1	Estimated Debt Service Series 2		
1978/79	\$ 157,180	\$ —	\$ 407,318	\$ 564,498
1979/80	159,380	610,000	397,943	1,167,323
1980/81	156,180	438,375	408,663	1,003,218
1981/82	157,980	460,125	403,508	1,021,613
1982/83	159,380	480,250	392,723	1,032,353
1983/84	155,380	523,750	392,735	1,071,865
1984/85	156,380	564,000	392,730	1,113,110
1985/86	156,980	551,000	386,723	1,094,703
1986/87	157,600	588,000	331,463	1,077,063
1987/88	159,285	571,750	249,458	980,493
1988/89	160,575	605,500	267,158	1,033,233
1989/90	156,525	636,000	257,852	1,050,377
1990/91	162,400	613,250	235,590	1,011,240
1991/92	162,640	640,500	232,783	1,035,923
1992/93	162,510	614,500	209,838	986,848
1993/94	162,000	588,500	222,655	973,155
1994/95	166,100	612,500	214,505	993,105
1995/96	164,500	583,250	211,198	958,948
1996/97	167,600	604,000	124,400	896,000
1997/98	170,100	621,500	129,100	920,700
1998/99	167,000	585,750	73,200	825,950
1999/00	168,600	—	69,900	238,500
2000/01	169,600	—	66,600	236,200
2001/02	—	—	63,300	63,300
	<b>\$3,715,875</b>	<b>\$11,492,500</b>	<b>\$6,141,343</b>	<b>\$21,349,718</b>



ability to perform its obligations to its bond holders. The district is party to two law suits, one relating to acquisition of property rights by the district and the other a claim for damages against the district. In the opinion of the district's management, the liability under these suits will cause no material impairment of its ability to meet debt service obligations.

PENSION OBLIGATIONS

CCWD covers its permanent employees under the Public Employees Retirement System (PERS) of the State of California. Pension costs are funded by monthly contributions to PERS by the district and the employee. PERS is a statewide system operated pursuant to state statute. The system has approximately 900 agency accounts. Detailed public disclosure of investments, including an annual audit, is required by law. State law also requires that PERS undergo actuarial review not less often than every fourth year. The last such review was conducted for the four year period ending June 30, 1973, by Actuarial Systems, Inc., independent actuaries and consultants. The actuary also made actuarial valuations of the system as of June 30, 1973, and June 30, 1974, and identified substantial "unfunded supplemental liabilities" in the state system. Notwithstanding the generally adverse actuarial experience realized during the review period, the actuary concluded that PERS was fiscally sound. An actuarial review of subsequent years' experience is currently in process. Additional information about PERS may be obtained from the system's office at 1416 9th Street, Sacramento, California 95814.

State law provides that, when rendered necessary by changes in benefits or by periodic actuarial review, PERS may modify the amounts of annual pension contributions by agencies contracting with it. The number of employees of the Cucamonga County Water District participating in the pension plan and the aggregate annual contributions by the district in each of the past five calendar years are set forth in the following table.

Year	Number of Participating Employees as of December 31	Contributions by the District (to the nearest \$1)
1973.....	20	\$13,651
1974.....	19	16,247
1975.....	22	18,837
1976.....	28	28,535
1977.....	34	45,362

INSURANCE

The water district maintains a variety of insurance coverage including comprehensive general liability (bod-

ily injury, \$500,000/\$500,000; property damage, \$100,000/\$100,000), comprehensive excess liability (bodily injury and property damage, \$5,000,000 each), fire and extended coverage of buildings and contents (\$769,800), and fidelity coverage (all employees, \$20,000, excess for general manager, assistant general manager, comptroller and warehouseman, \$80,000). All employees are covered by workmen's compensation. The water district maintains public official liability insurance in the amount of \$1,000,000.

ENVIRONMENTAL PROTECTION LEGISLATION

**Air Quality**—The water district is in an area that has been designated a "critical air area" by the California Air Resources Board and as an Air Quality Control Area under the California Transportation Control Plan promulgated by the Environmental Protection Agency, acting pursuant to the Federal Clean Air Act. The district does not anticipate that such designations will restrict the district in any way that will affect its ability to levy an ad valorem property tax as necessary to meet district expenses for debt service.

**Water Quality**—Pursuant to the Federal Safe Drinking Water Act, the Environmental Protection Agency has adopted regulations applicable to public water systems. The regulations establish maximum contaminant levels and require development and use of certain quality control, treatment and testing procedures. The cost of complying with the act, its implementing regulations, and other applicable standards will depend upon a number of factors including the overall quality of water available to a public water system and the nature and extent of any specific local contamination problems. In the opinion of the management of the Cucamonga County Water District, the quality of water available to the district is excellent and will continue to be so in the foreseeable future. Management of the district advises that the district currently is in compliance with the act, its implementing regulations presently in force, and with applicable state standards. Management further advises that it anticipates that no substantial increase in operating expenditures will be required to continue to comply with water quality laws and regulations.

**Compliance with California Environmental Quality Act**—In conjunction with this sale of bonds and in anticipation of the projects and improvements to be financed, the district has prepared an environmental impact report or negative declaration on all such projects and improvements. A notice of determination for each proposed project has been filed with the County Clerk of San Bernardino County.

California law permits the filing of suits challenging the district's compliance with the California Environmental Quality Act for 30 days after the filing of a notice of determination. The 30-day period on the last notice of determination to be filed expired on September 7, 1978.

**CUCAMONGA COUNTY WATER DISTRICT  
DIRECT AND OVERLAPPING BONDED DEBT**

	Percent Applicable	Debt Sept. 27, 1978
San Bernardino County .....	5.486%	\$ 16,621 <sup>①</sup>
San Bernardino County Authorities .....	5.486	706,234
San Bernardino County Free Library Authorities .....	7.491	76,408
Metropolitan Water District .....	0.329	1,727,184
Chino Basin Municipal Water District .....	14.282	1,930,212 <sup>②</sup>
Chaffey Community College .....	11.692	17,538
Chaffey Union High School District .....	22.489	1,004,133
Alta Loma School District .....	99.538	3,115,539
Central School District .....	98.048	1,774,668
Cucamonga School District .....	78.763	1,291,713
Upland School District .....	0.066	699
City of Ontario .....	0.745	32,444
Cucamonga County Water District (1968 and prior issues) .....	90.969	1,791,180
Cucamonga County Water District (1972 issue) .....	91.178	866,191
Cucamonga County Water District Improvement District 2 .....	100.	170,000
Cucamonga County Water District Improvement District 1963-1 .....	99.864	1,103,497
Cucamonga County Water District Improvement District 5 .....	100.	7,965,000 <sup>③</sup>
Cucamonga County Water District 1915 Act Bonds .....	100.	66,622
<b>Total Gross Direct and Overlapping Bonded Debt .....</b>		<b>\$23,655,883</b>
Less: City water and sewer bonds (100% self-supporting) .....		4,358
Cucamonga County Water District Improvement District 2 (100% self-supporting) .....		170,000
<b>Total Net Direct and Overlapping Bonded Debt .....</b>		<b>\$23,481,525</b>

	Ratio to		
	1977/78 Assessed Valuation \$165,281,250	Estimated Market Value \$668,800,000 <sup>④</sup>	Population 47,000
Direct debt (\$7,965,000) .....	4.82%	1.19%	\$169.47
Total gross debt (\$23,655,883) .....	14.31	3.54	503.32
Total net debt (\$23,481,525) .....	14.21	3.51	499.61

**Share of Authorized and Unsold Bonds:**

Metropolitan Water District .....	\$1,200,850	Central School District .....	\$446,118
Alta Loma School District .....	4,215,434	Cucamonga School District .....	590,723

① Excludes district share of \$332,439 San Bernardino County lease-purchase obligations (\$18,238).

② Includes Ontario-Upland Treatment Plant Authority.

③ Includes \$6,000,000 to be sold September 20, 1978.

④ The State Board of Equalization reports that 1977/78 San Bernardino County valuations average 24.7 percent of full cash value. Public utility property used for utility operations (\$6,413,530) is assessed by the state at 25 percent of full cash value.

Source: Compiled in cooperation with California Municipal Statistics, Inc.



DISTRICT ECONOMY

LOCATION

Cucamonga County Water District covers approximately 46 square miles in western San Bernardino County between the San Bernardino Freeway (Interstate 10) and the foothills of the San Gabriel Mountains. The district is adjacent to the Cities of Ontario on the south and Upland on the west and adjoins the Kaiser Steel, Fontana, plant to the east. The district is 41 miles east of Los Angeles, 24 miles west of San Bernardino, and about 27 miles northwest of Riverside. Most of the district is in the newly incorporated City of Rancho Cucamonga, and it includes portions of the Cities of Fontana and Ontario. Elevation of the water district ranges from 1,000 to 2,500 feet.

The district is in the Riverside-San Bernardino-Ontario Standard Metropolitan Statistical Area, which includes all of Riverside and San Bernardino Counties.

POPULATION AND INCOME

The City of Rancho Cucamonga, which includes most of the Cucamonga CWD, had an estimated population of 46,817 in April 1978. The following estimates of population and dwelling units were prepared by San Bernardino County. 1975 data are derived from a special census.

	Population	Dwellings
1975 .....	26,262	8,165
April 1977 .....	41,941	12,379
April 1978 .....	46,817	13,730

The City of Rancho Cucamonga estimates its April 1978 population at 48,410. The city has requested

that the State Department of Finance perform a special census.

The following table shows effective buying income in the Riverside-San Bernardino-Ontario SMSA. The statistics are from SALES & MARKETING MANAGEMENT MAGAZINE'S SURVEY OF BUYING POWER. Effective buying income is defined as income remaining after withholding taxes and Social Security deductions.

17

RIVERSIDE-SAN BERNARDINO-ONTARIO SMSA  
EFFECTIVE BUYING INCOME

	Total (\$000)	Median Household	Per Capita
1960 .....	\$1,649,253	\$ 5,230	\$1,687
1970 .....	3,642,525	7,401	2,251
1974 .....	5,199,560	10,809	4,240
1975 .....	5,832,841	11,581	4,727
1976 .....	6,483,504	12,552	5,134
1977 .....	7,437,418	13,701	5,705

Source: Sales & Marketing Management: Survey of Buying Power.

EMPLOYMENT

The Riverside-San Bernardino-Ontario Standard Metropolitan Statistical Area (SMSA) comprises both Riverside and San Bernardino Counties and is the sixth largest of the 17 in California. According to the California Employment Development Department, total employment in the SMSA grew by over 20,000 resident workers from July 1976 to July 1977. Unemployment has been declining; in June 1978 the unemployment rate was 6.8 percent, declining from 8.7 percent in July 1977 and 10.3 percent in July 1976.

**RIVERSIDE-SAN BERNARDINO-ONTARIO  
STANDARD METROPOLITAN STATISTICAL AREA  
ESTIMATED CIVILIAN EMPLOYMENT (000)**

	Annual Averages				June
	1972	1974	1976	1977	1978
Compiled by Place of Residence					
Average number employed.....	408.0	426.6	431.0	451.4	507.0
Average number unemployed.....	32.0	37.2	49.7	42.8	37.2
Percent unemployed .....	7.3%	8.0%	10.3%	8.7%	6.8%
Compiled by Place of Work					
Manufacturing					
Durable goods .....	40.8	42.8	39.1	41.3	43.9
Nondurable goods .....	13.9	14.6	15.2	15.8	16.6
Agriculture .....	16.6	17.4	19.2	19.9	25.3
Trade					
Wholesale .....	12.3	13.0	13.6	14.3	14.9
Retail .....	59.2	64.7	69.1	74.5	78.1
Construction and mineral extraction.....	18.2	17.4	16.7	20.0	22.3
Transportation, communication, and utilities.....	17.6	19.4	19.0	20.1	21.1
Finance, real estate, and insurance.....	11.7	12.4	13.5	14.5	15.3
Services .....	59.7	66.0	71.2	74.8	78.4
Government .....	80.3	84.2	90.0	92.9	99.7
Total .....	330.3	351.9	366.6	388.1	415.6

Source: Employment Development Department, State of California.

18

The table above summarizes employment statistics for the SMSA. The California Employment Development Department reports that a large number of residents commute between San Bernardino and Riverside County employment areas within the SMSA. In addition, perhaps as many as 40,000 commute to jobs in nearby areas in Orange and Los Angeles Counties.

The average number of SMSA residents employed in June 1978 was 507,000. The number of unemployed totaled 37,200, approximately 6.8 percent of the working force. At the same time, about 415,600 were employed at places of work within the SMSA. Since 1972, the number of jobs in the area has increased from approximately 330,300 to about 415,600.

## INDUSTRY

The City of Rancho Cucamonga and its zone of influence includes industrial acreage of 2,720 acres zoned M-1 (limited manufacturing) and 4,120 acres zoned M-2 (general manufacturing). The city estimates that about 30 percent of the total is improved industrial acreage.

A nonreclaimable industrial wastewater system, constructed in western San Bernardino County by Chino Basin Municipal Water District, is located within CCWD. The area is the only inland basin in the western United States to provide a segregated waste line to serve industry. Of the two lines installed in this system, the more northerly traverses the center of the district, and a paral-

lel line runs along the district's southern border. A connecting link between the two lines also serves a large area in the district. The wastes are processed by the Los Angeles County Sanitation District. The availability of these waste lines allows for disposal of acid or caustics from metal fabricators or paper manufacturers, and chemicals and dyes from textile plants or any other nonreclaimable type wastewater.

## MAJOR EMPLOYERS

The following table lists employers within CCWD which employ 50 or more. The largest employers in the area are discussed below.

*Ameron Steel and Wire Division* employs approximately 600 at its basic steel manufacturing facilities in Rancho Cucamonga. The firm located in the Cucamonga area in 1957. In February 1977 Ameron formed a jointly owned company, Tamco, and built an industrial plant next door. This environmentally controlled steel billet mill consists of a 120-ton electric arc furnace and a five-strand continuous caster that meets all present and foreseeable future environmental protection requirements. Tamco manufactures the billets used by Ameron.

*National Can Corporation* constructed their facility and began operations in Rancho Cucamonga in 1966. The firm employs between 350 and 400, and manufactures lithographed metal can components.



*Inspiron*, a manufacturer of disposal hospital equipment, is the largest addition to the Rancho Cucamonga industrial scene. The firm is consolidating its facilities in a 162,000 sq. ft., \$3.5 million building scheduled for completion in October 1978. This facility will employ over 400 manufacturing warehouse and administrative personnel.

*Frito-Lay, Inc.* has been an area employer since 1970. The firm presently employs about 260 in the manufacture of snack foods. The firm will start construction shortly to increase their present production facilities by about 50 percent. An additional 150,000 sq. ft. of production area, a seven-story warehouse, and a traffic center are scheduled for completion in mid-1979. When the new facilities are completed, employment is expected to reach about 450.

*Safetran Systems Corporation* supplies electronic railroad signaling and communication equipment. It ex-

panded its Rancho Cucamonga facility by 45,000 sq. ft. in 1977 and presently employs approximately 250.

*Kaiser Steel* is located in Fontana, contiguous to the eastern boundary of the district. It is the largest single employer in the SMSA, with 8,000 employees. The mill processes ore shipped by rail from Kaiser's Eagle Mountain mine, near Indio. It is the Pacific Coast's only integrated steel mill. A \$233 million modernization and improvement program to its steelmaking facility and other plant components is underway and expected to be completed by the end of 1978.

*Southern Pacific Company* has railroad, pipeline, and trucking facilities employing between 1,000 and 1,100 in Colton, approximately 10 miles east of the district. The company has an electronically-automated, 560-acre freight classification yard capable of handling more trains and freight cars than any other freight terminal in the western United States.

**CUCAMONGA COUNTY WATER DISTRICT  
MAJOR INDUSTRIAL EMPLOYERS**

Industry	Product/Service
<b>Over 250 Employees</b>	
Ameron Steel & Wire Division.....	Steel rod, wire, wire products
Frito-Lay, Inc. ....	Snack foods
Inspiron .....	Disposable hospital equipment
National Can Corporation.....	Can parts
<b>101 to 250 Employees</b>	
Astro Cast .....	Non-ferrous investment castings
Data-Design Laboratories .....	Training systems, scuba diving equipment
Fasson, Division of Avery Products Corporation.....	Pressure sensitive paper, film and foils
Ken-Craft Products, Inc.....	Recreational vehicles
Metropolitan Wire Corporation .....	Wire products
Philips Industries, Inc.....	Doors, windows, axles for RV's, mobile homes
Robert Manufacturing Company.....	Fittings, valves and flex connectors
Royal Creations, Inc.....	Ready-to-assemble furniture
Safetran Systems Corporation.....	Electronic railroad communication equipment
Schlosser Forge Company.....	Rolled rings
Southern California Finishing, Inc.....	Carpet material dyeing and finishing
Steel-Web Corporation .....	Steel web for mobile home roofs
Sunshine Foods .....	Egg production
<b>51 to 100 Employees</b>	
Bennett Industries, Inc.....	Steel shipping containers
Columbia International .....	Data processing supplies
General Marble Corporation.....	Sinks, basins and cabinets
Hartwell Corporation .....	Latches and hinges
Highland Manufacturing Company.....	Food packaging machinery
Pace-Setter Products, Inc.....	Chick hatchery
Pepsico Building Systems, Inc.....	Mobile modular structures
Quality Farms .....	Eggs
Royal Seals Corporation.....	Molded rubber seals
Stoner Communications, Inc.....	Radio/telephone equipment

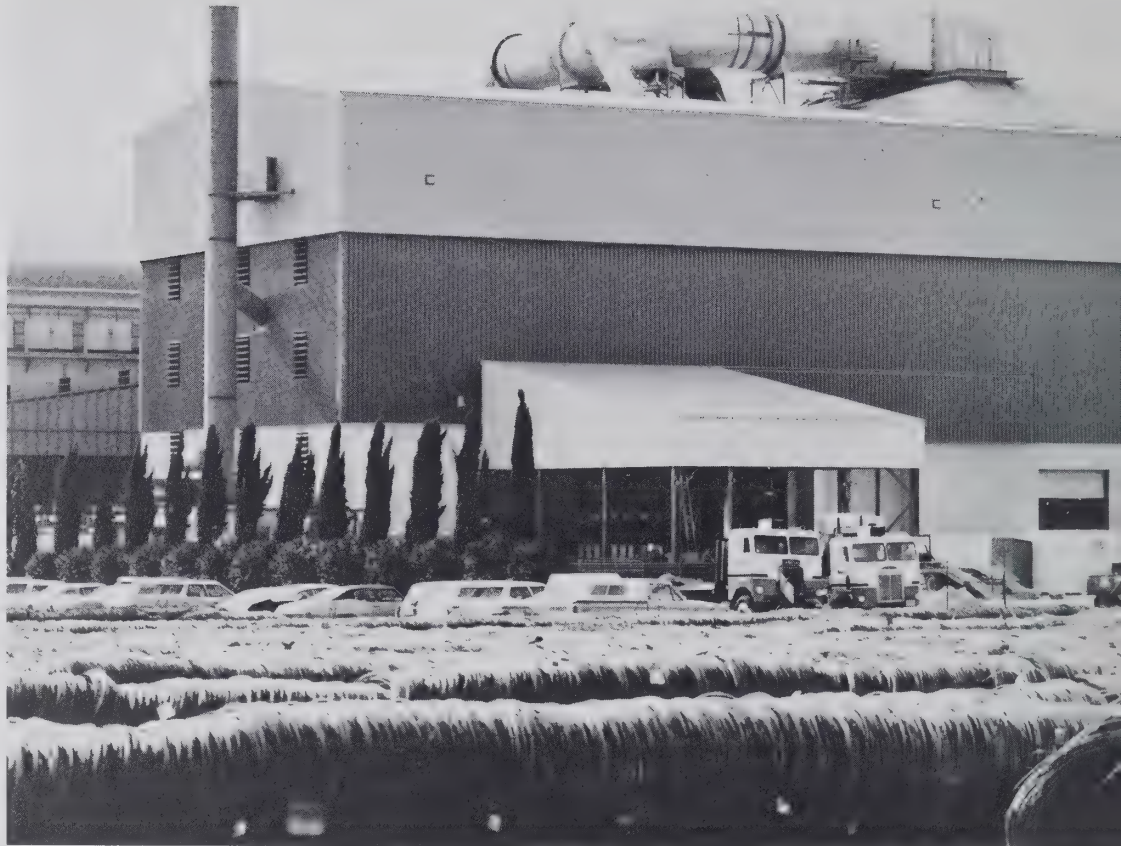
Source: San Bernardino County Economic Development Department.

*Right:* Ameron Steel and Wire Division is the largest employer in Cucamonga County Water District. The company employs 600 in the manufacture of steel rod, wire, and wire products.

*Ameron photo.*

*Below:* This 20-story structure at Kaiser Steel Corporation's steel mill in Fontana, adjacent to the district's eastern border, will house two new basic oxygen process steelmaking furnaces and a continuous slab caster.

These two facilities, which go on-stream in 1978, are the principal units at the company's current \$233 million environmental control and modernization program at Fontana. Kaiser Steel is the largest employer in the Riverside-San Bernardino-Ontario SMSA. *Kaiser Steel photo.*





## BUILDING ACTIVITY

The two accompanying tables include building statistics for incorporated and unincorporated areas in the west valley area of San Bernardino County. The county compiles building permits for unincorporated areas by districts. CCWD is in District 100, which also includes unincorporated areas near Ontario and Chino. The table for District 100 shows the number of dwelling units as well as valuations for all categories of construction.

The area has grown rapidly in recent years. During 1976/77, permits were issued for 4,799 residential units; in 1977/78 residential units totalled 3,370. Residential valuation totalled \$213 million in 1976/77 and \$163 million in 1977/78, and made up 90 percent of the total value of new construction in 1976/77 and 85 percent in 1977/78. The City of Rancho Cucamonga estimates that in 1977/78 permits valued at \$153.5 million were issued for the area now within its city limits.

Statistics for five incorporated cities in the area—Chino, Fontana, Montclair, Ontario, and Upland—are shown in the accompanying table. The five cities issued permits for 4,004 residential units in 1976/77 and 5,091 in 1977/78. Total building permit valuations for the five cities was \$188 million in 1976/77 and \$260 million in 1977/78.

San Bernardino County will issue building permits for the City of Rancho Cucamonga through September 1978, then the city will assume the responsibility. The city has put a moratorium on new subdivisions through the end of 1978, to allow the new staff and administration to or-

ganize and assume building services. This moratorium does not apply to commercial, industrial, or single residential units, but only to subdivisions.

## UTILITIES

Southern California Gas Company and Southern California Edison Company provide natural gas and electric power, respectively, for Cucamonga County Water District. The principal gas line in the district is a 36-inch diameter east-west transmission main with a capacity of approximately 400 billion cubic feet of natural gas per year. The Cucamonga County Water District's boundaries are adjacent to three sides of the Etiwanda steam generating plant of Southern California Edison Co. The plant has an electrical generating capacity of over 1,000,000 kw.

General Telephone Company of California serves the water district. It has a headquarters service center in CCWD for dispatching repair and maintenance crews. This center serves as a supply, garage, and equipment maintenance plant. The company maintains a central business office in Ontario.

## TRANSPORTATION

Ontario International Airport is located south of the district. Nine airlines provide service from Ontario to cities throughout California and the United States. Golden West Commuter Airlines provides connecting

21

### CUCAMONGA COUNTY WATER DISTRICT UNINCORPORATED BUILDING PERMIT VALUATIONS (\$000) DISTRICT NO. 100 (WEST VALLEY)

	1973/74	1974/75	1975/76	1976/77	1977/78
Single .....	\$23,602	\$17,877	\$ 79,213	\$211,717	\$162,793
Multiple .....	1,037	776	2,528	1,541	348
Total Residential .....	\$24,639	\$18,653	\$ 81,741	\$213,258	\$163,141
Commercial .....	\$ 5,223	\$ 2,658	\$ 3,634	\$ 6,863	\$ 10,729
Industrial .....	3,429	1,268	2,372	7,110	7,952
Other private facilities .....	6	544	110	679	594
Miscellaneous* .....	2,387	3,837	5,301	9,640	9,717
Total New .....	\$35,684	\$26,960	\$ 93,158	\$237,550	\$192,133
Alterations .....	3,362	5,020	7,295	8,545	9,143
Total Permit Valuations .....	\$39,046	\$31,980	\$100,453	\$246,095	\$201,276
Number of dwelling units					
Single .....	911	536	1,831	4,573	3,356
Multiple .....	142	78	n.a.	226	14

\* Includes grading, mechanical, plumbing, electrical, heating, etc.

Source: San Bernardino County Building Department.

flights between Ontario, Riverside, and Los Angeles International Airport. The Los Angeles Department of Airports operates Ontario Airport. A \$1.2 million program is currently underway to improve the airport's passenger terminals.

Present freeway and highway systems provide access to employment, recreation, and other activities within the district. Interstate 10, the San Bernardino Freeway, follows the southern boundary of the district. State Highway 66, Foothill Boulevard, and State Highway 30 traverse the central portions of the district. A new section of Interstate 15, the Devore Freeway, has been completed from

Devore through the southeast corner of the district to the San Bernardino Freeway. The next section of Interstate 15 will be completed to the Pomona Freeway in the spring of 1979.

Three transcontinental railroads serve the district: Santa Fe, Southern Pacific, and Union Pacific. Santa Fe's transcontinental main line from Chicago branches into two legs at Barstow, with one running through the southern third of the district. Southern Pacific has a branch line running through the district. The main lines of Southern Pacific and Union Pacific pass within two miles of the district's southern boundary.

# **CUCAMONGA COUNTY WATER DISTRICT BUILDING PERMIT VALUATIONS SURROUNDING CITIES**

	Chino	Fontana	Montclair	Ontario①	Upland	Five City Total
<b>1976/77</b>						
Residential units						
Single family .....	913	230	100	1,680	909	3,932
Multiple .....	0	18	0	13	41	72
Valuation (000)						
Single family .....	\$38,680	\$ 6,614	\$ 3,894	\$ 55,902	\$46,002	\$151,092
Multiple .....	0	344	0	156	2,133	2,633
Commercial						
Permits .....	13	17②	9	10	18	67
Valuation (000) .....	\$ 1,414	\$ 1,786②	\$ 2,723	\$ 535	\$ 2,291	\$ 8,749
Industrial						
Permits .....	11	③	11	14	22	58
Valuation (000) .....	\$ 1,929	③	\$ 1,882	\$ 1,145	\$ 3,420	\$ 8,376
Total Valuation (000)② .....	\$43,363	\$10,428	\$11,349	\$ 64,959	\$57,964	\$188,063
<b>1977/78</b>						
Residential units						
Single family .....	292	532	124	2,125	878	3,951
Multiple .....	324	208	n.a.	324	284	1,140
Valuation (000)						
Single family .....	\$12,489	\$17,133	\$ 4,634	\$ 80,082	\$51,276	\$165,614
Multiple .....	7,309	3,602	2,842	6,797	7,233	27,783
Commercial						
Permits .....	23	47②	12	22	39	143
Valuation (000) .....	\$ 3,816	\$ 4,695②	\$ 3,534	\$ 5,190	\$10,423	\$ 27,658
Industrial						
Permits .....	25	③	12	28	14	79
Valuation (000) .....	\$ 5,837	③	\$ 1,474	\$ 2,732	\$ 1,886	\$ 11,929
Total Valuation (000)② .....	\$31,481	\$28,215	\$16,899	\$105,532	\$78,188	\$260,315

① Data for Ontario is for calendar years 1976 and 1977. During the first seven months of 1978, permits issued and valuations have been: 1,183 single family units valued at \$48.1 million; 683 multiples and condominiums valued at \$17.8 million; 15 commercial permits valued at \$4.5 million; and 24 industrial permits valued at \$22.2 million; total valuation, January through July 1978, was \$100,811,000.

② Includes alterations.

Data on commercial permits includes industrial.

Source: City Building Departments.





Thomas Vineyards in Cucamonga. Tiburcio Tapio received a land grant from the governor of Mexico in 1839, and planted a vineyard and started a winery on the site.

## AGRICULTURE

According to the San Bernardino County Agricultural Commissioner, the county had a 1977 total crop valuation of \$354,037,000, representing a 3.4 percent increase over the previous year. The county continues to be the leading milk producer in the nation with a total production valued at \$203 million, an increase of \$13.6 million

over 1976. The county is divided into areas for crop reporting, and the West End, which includes the Cucamonga County Water District, accounts for \$256,366,000, or 72.4 percent of the county's total crop values. Crops with a market value of \$1 million or more are shown in the accompanying table. Strawberries, and sheep and lambs are new additions to the list.

23

### SAN BERNARDINO COUNTY 1977 AGRICULTURAL CROP REPORT

#### Major Crops

Milk .....	\$203,223,000
Eggs .....	61,838,000
Cattle and calves .....	17,688,000
Nursery products .....	8,514,300
Turkeys .....	8,421,000
Alfalfa hay .....	8,003,000
Navel oranges .....	6,941,000
Chicken fryers .....	6,164,000
Valencia oranges .....	4,567,000
Pullets .....	3,776,000
Lemons .....	3,229,000
Grapes .....	2,596,000
Grapefruit .....	2,085,000
Sheep and lambs .....	1,296,000
Pasture-permanent .....	1,275,000
Grain hay .....	1,104,000
Strawberries .....	1,080,000

Source: San Bernardino County Agricultural Commissioner.

## COMMUNITY FACILITIES

The three principal elementary school districts serving the Cucamonga County Water District are Cucamonga, Alta Loma and Central School Districts. These three districts are part of Chaffey Union High School District which covers a large portion of western San Bernardino County. Chaffey Community College is in the district.

Major colleges and universities within a 25-mile radius include the Associated Colleges of Claremont, University of California at Riverside, and California State College, San Bernardino.

State-wide and regional banks located in the area include branches of the Bank of America N.T. & S.A., Security Pacific National Bank, First National Bank and Trust Company, Ontario Savings and Loan, Pomona First Federal Savings and Loan, and Wilmington Savings and Loan Association.

Area residents can enjoy year-round recreation at a wide choice of beaches, mountain and desert resorts within a 50-mile radius. Cucamonga-Guasti Regional Park, located on 54 acres within the district, features lakes for boating and fishing, and a swimming lagoon. The lakes are part of a flood control and water conservation system. Ontario Motor Speedway is located east of the park.



JARVIS-GANN INITIATIVE

ARTICLE XIII A

SECTION 1. (a) The maximum amount of any ad valorem tax on real property shall not exceed one percent (1%) of the full cash value of such property. The one percent (1%) tax to be collected by the counties and apportioned according to law to the districts within the counties.

(b) The limitation provided for in subdivision (a) shall not apply to ad valorem taxes or special assessments to pay the interest and redemption charges on any indebtedness approved by the voters prior to the time this section becomes effective.

SECTION 2. (a) The full cash value means the County Assessors valuation of real property as shown on the 1975-76 tax bill under "full cash value," or thereafter, the appraised value of real property when purchased, newly constructed, or a change in ownership has occurred after the 1975 assessment. All real property not already assessed up to the 1975-76 tax levels may be reassessed to reflect that valuation.

(b) The fair market value base may reflect from year to year the inflationary rate not to exceed two percent (2%) for any given year or reduction as shown in the consumer price index or comparable data for the area under taxing jurisdiction.

SECTION 3. From and after the effective date of this article, any changes in State taxes enacted for the purpose of increasing revenues collected pursuant thereto whether by increased rates or changes in methods of computation must be imposed by an Act passed by not less than two-thirds of all members elected to each of the two houses of the Legislature, except that no new ad valorem taxes on real property, or sales or transaction taxes on the sales of real property may be imposed.

SECTION 4. Cities, Counties and special districts, by a two-thirds vote of the qualified electors of such district, may impose special taxes on such district, except ad valorem taxes on real property or a transaction tax or sales tax on the sale of real property within such City, County or special district.

SECTION 5. This article shall take effect for the tax year beginning on July 1 following the passage of this Amendment, except Section 3 which shall become effective upon passage of this article.

SECTION 6. If any section, part, clause, or phrase hereof is for any reason held to be invalid or unconstitutional, the remaining sections shall not be affected but will remain in full force and effect.



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